GOVERNMENT OF INDIA
POWER
LOK SABHA

UNSTARRED QUESTION NO:2835
ANSWERED ON:01.08.2002
RESTRUCTURING OF NTPC AND PCI (CAPS)
AJAY CHAKRABORTY

Will the Minister of POWER be pleased to state:

(a) whether the ICICI and SBI caps jointly studied each and every aspect ofestructuring exercise and gave a report recommending the appropriate model of restructuring NTPC Limited and PCI Limited;

(b) whether the Government have approved the recommendations; and

(c) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF POWER (SHRIMATI JAYAWANTI MEHTA)

(a) to (c) : M/s. ICICI and SBI Capital markets were engaged as consultants to study the financial engineering of the Central Power Sector Undertakings with a view to enabling them to leverage larger resources for investment. The consultants observed various alternatives. On considering their observations, NTPC has engaged AT Kearney Consultants for undertaking a study with the objective of positioning NTPC as a premierand competitive power utility of international standard. The study is in progress. Meanwhile, some of the CPSUs have decided to explore the possibility of entering the capital market with a public issue of equity.